

8/29/2016

Analysis of Contribution to Fixed Cost

Annual Mcf {1}

Annual Revenue {1}:

Monthly Base Charges, @ Tariff		
Transportation Adm. Fee, @ Tariff	12 mo. X \$50/mo. =	600
Commodity Gas Cost, @ Tariff		
Non-Commodity Charges, @ Tariff		
Simple Margin, special contract rates applied to annual deliveries:		
Interruptible Service -		
@	per Mcf	
TOTAL		

* - Excluding non-commodity charges and gas costs as noted.

Less Variable/Avoidable Costs:

Lost & Unaccounted For {2}	
Odorant {3}	
KPSC Assessment {3}	
Measurement/Regulation Station {3}	
Meter Reading, Maintenance and Billing	
Contribution to Fixed Cost:	

Notes: {1} - Pro-forma Test Year Volumes in Case 2015-00343. Annual Revenue applying rate structures and service mix in pending special contract.
{2} - In accordance with tariffs, Company retains a portion of Customers supplies to compensate for the L&U experienced in Atmos' distribution system. Thus, the variable cost of L&U is, in effect, recovered through gas-in-kind retention.
{3} - Calculations shown on Page 2 of this Exhibit.

Analysis of Contribution to Fixed Cost

Odorant:

Odorant injection rate, lb./MMcf

Odorant Cost per lb., current

x

x

KPSC Assessment:

Annual Revenue

Percentage

Measurement/Regulation Station:

Standard Measurement/Regulation Station Cost-

Materials: Regulators, valves, piping, etc.

Labor: Fabrication and installation

Total

Annual Depreciation Rate -

x

Annual Depreciation Expense

Capital Cost {1}

Income Tax {2}

TOTAL

Notes: